

BUYING A HOME QUIZ

1. A main advantage of renting is pride of ownership.
 - ☐ True
 - ☐ False
2. Buying a home will usually have fewer costs than renting.
 - ☐ True
 - ☐ False
3. The home-buying process ends with closing the purchase transaction.
 - ☐ True
 - ☐ False
4. A larger down payment will reduce the amount of the mortgage needed.
 - ☐ True
 - ☐ False
5. Conventional mortgages usually have rates that change as market interest rates change.
 - ☐ True
 - ☐ False
6. A common disadvantage of buying a home is:
 - ☐ few financial benefits.
 - ☐ limited mobility.
 - ☐ restrictions on decorating and having pets.
 - ☐ conditions in the lease.
7. The home-buying process starts with:
 - ☐ locating and evaluating a home.
 - ☐ pricing the property.
 - ☐ determining homeownership needs.
 - ☐ obtaining an appraisal of the property.
8. The amount of a mortgage a person can afford is affected by:
 - ☐ the location of the house.
 - ☐ her or his income.
 - ☐ the cost of insurance.
 - ☐ his or her age.

9. A (fill in the blank) mortgage has a very large final payment.

- ☐ conventional
- ☐ graduated-payment
- ☐ shared-appreciation
- ☐ balloon

10. The charges for settling a real estate transaction are also called (fill in the blank) costs.

- ☐ mortgage
- ☐ closing
- ☐ possession
- ☐ selling